

## Investment Pools for funds at the Faribault Foundation

### Endowment Funds

This investment strategy is designed for long term capital appreciation to maximize philanthropy in perpetuity. The Faribault Foundation's portfolio will be allocated to various asset types based on the Investment Objective subject to the following Target Ranges:

- Equities	50-90%
- Fixed-Income Securities	10-50%
- Alternative Investments	0-25%
- Cash / Cash Equivalents	0-20%

### Flexible Funds

The Faribault Foundation's flexible fund portfolios will be allocated to various asset types based on the Investment Objective subject to the following Target Ranges. Three separate investment pools are available for donors and organizations that wish to establish a fund that may be used in its entirety.

#### 1. Conservative Fund

The conservative fund investment pool is designed to reduce volatility in order to meet your liquidity needs. This pool is recommended if the plan is to use the funds in 1-5 years.

- Equities	0-50%
- Fixed-Income Securities	50-90%
- Alternative Investments	0-25%
- Cash / Cash Equivalents	0-20%

#### 2. Balanced Fund

The balanced fund investment pool is designed to balance volatility and growth to meet your liquidity needs in the medium term, 5+ years.

- Equities	30-75%
- Fixed-Income Securities	25-70%
- Alternative Investments	0-25%
- Cash / Cash Equivalents	0-20%

#### 3. Long Term Growth Fund

Long term growth is designed for long term capital appreciation (10 years and longer)

- Equities	50-90%
- Fixed-Income Securities	10-50%
- Alternative Investments	0-25%
- Cash / Cash Equivalents	0-20%

**Note:** Projects less than 12 months will be invested in cash or cash equivalents.

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